FISCAL NOTE

Bill #:	SB0416	Title:	Revise laws g	overning appropria	tion of water
Primary Sponsor:	Barkus, G	Status:	As Introduced	I	
Sponsor signature		Date C	Chuck Swysgood	d, Budget Director	Date
Fiscal Sumn	nary		FY 2004 Difference		FY 2005 Difference
Expenditures: General Fund			\$21,540	_	\$21,540
Revenue: General Fund	i		\$6)	\$0
Net Impact or	General Fund Balance:		(\$21,540)	(\$21,540)
Significant I	Local Gov. Impact			Technical Concern	ns
Included in the Executive Budget				Significant Long-Term Impacts	
Dedicated Revenue Form Attached				Needs to be included	ded in HB 2

Fiscal Analysis

ASSUMPTIONS:

Judicial Branch

- 1. SB 416 suspends Department of Natural Resources and Conservation's authority to issue water appropriation permits, approve appropriation changes and transfers, and prevents Fish, Wildlife and Parks from leasing rights for purposes of enhancing stream flows in certain water basins until the Water Courts have made final judgment on the reserved water rights.
- 2. There is no fiscal impact to the Judicial Branch.

Department of Justice

- 3. It is assumed that the provisions of HB 416 will be challenged by the Confederated Salish and Kootenai Tribes (Flathead Reservation). The Attorney General would be called on to defend such a challenge.
- 4. The challenge would likely be brought as an original action in the Montana Supreme Court.
- 5. Defending the challenge would require approximately 300 hours of attorney time to research, brief and argue the case before the Court. Agency Legal Services, which bills at \$71.80/hour, would be responsible for the defense at a cost of \$21,540.
- 6. If the decision of the Montana Supreme Court was appealed, and the United States Supreme Court accepted cert, an additional cost of \$21,540 would be required.

Fiscal Note Request SB0416, As Introduced (continued)

FISCAL IMPACT:

Department of Justice	FY 2004	FY 2005			
Agency Legal Services	<u>Difference</u>	<u>Difference</u>			
Expenditures:					
Personal Services	\$21,540	\$21,540			
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Funding of Expenditures:	***				
General Fund (01)	\$21,540	\$21,540			
Net Impact to Fund Balance (Revenue minus Funding of Expenditures):					
General Fund (01)	(\$21,540)	(\$21,540)			
General Fund (01)	(\$21,340)	(\$21,340)			